## ANNUAL REPORT

Of

Company Name: Pine Meadows Utilities, LLC

7581 E. Academy Blvd., Ste. 229

Mailing Address: Denver CO

80230 April 15, 2021, 3:00 P.M.

ARIZONA CORPORATION COMMISSION

**RECEIVED** 

**BY EMAIL** 

UTILITIES DIVISION

Docket No.: SW-03962A
For the Year Ended: 12/31/20

# **WASTEWATER UTILITY**

To

Arizona Corporation Commission

#### **Due on April 15th**

Email: Util-Compliance@azcc.gov, mail or deliver the completed Annual Report to:
Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

Application Type: Original Filing
Application Date: 4/22/2021

# ARIZONA CORPORATION COMMISSION WASTEWATER UTILITY ANNUAL REPORT

Pine Meadows Utilities, LLC

| A Class | Е | Utility |
|---------|---|---------|

| For the Calendar Year E | Ended: <u>12/31/20</u>     |             |                   |                 |
|-------------------------|----------------------------|-------------|-------------------|-----------------|
| Primary Address:        | 7581 E Academy Blvd; Suite | 229         |                   |                 |
|                         | Denver                     | 1           | State: Colorado   | Zip Code: 80230 |
| J                       |                            |             |                   | 1 1             |
| Telephone Number:       | 720.949.1384               |             |                   |                 |
| Date of Original Organi | zation of Utility:         | 5/2/2       | 0000              |                 |
| Person to whom corresp  | ondence should be address  | sed concern | ning this report: |                 |
| Name:                   | Jason Williamson           |             | 1                 |                 |
| Telephone No.:          | 720.949.1384               |             |                   |                 |
| Address:                | 7581 E Academy Blvd; Suite | 229         |                   |                 |
| City:                   | Denver                     |             | State: Colorado   | Zip Code: 80230 |
| Email:                  | jw@pivotalcompanies.com    |             |                   |                 |
|                         |                            |             |                   |                 |
| Name:                   |                            |             |                   |                 |
| Telephone No.:          |                            |             |                   |                 |
| Address:                |                            |             |                   |                 |
| City:                   |                            |             | State:            | Zip Code:       |
| Email:                  |                            |             |                   |                 |
|                         |                            |             |                   |                 |
| Name:                   |                            |             |                   |                 |
| Telephone No.:          |                            |             |                   |                 |
| Address:                |                            |             | -                 | I I             |
| City:                   |                            |             | State:            | Zip Code:       |
| Email:                  |                            |             |                   |                 |
|                         |                            |             |                   |                 |
| Name:                   |                            |             |                   |                 |
| Telephone No. :         |                            |             |                   |                 |
| Address:                |                            |             | -                 | I I             |
| City:                   |                            |             | State:            | Zip Code:       |
| Email:                  |                            |             |                   |                 |
|                         |                            |             |                   |                 |
| Name:                   |                            |             |                   |                 |
| Telephone No.:          |                            |             |                   |                 |
| Address:                |                            |             |                   |                 |
| City:                   |                            |             | State:            | Zip Code:       |
| Email:                  |                            |             |                   |                 |
| Ownership:              | Limited Liability Compan   | y ("LLC")   | ]                 |                 |
| Counties Served:        | Gila                       |             | 1                 |                 |

# ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Pine Meadows Utilities, LLC

| Important changes during the year   |
|---|
|   |
| For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the |
| year?   |
| If yes, please provide specific details in the box below.   |
|   |
|   |
|   |
|   |
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|   |
|   |
|   |
| Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?                 |
| If yes, please provide specific details in the box below.   |
|   |
|   |
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|   |
|   |

Pine Meadows Utilities, LLC Annual Report Utility Plant in Service (Wastewater) 12/31/20

|         | Utility Plant in Service (Wastewater) |                |              |              |                   |              |               |  |
|---------|---------------------------------------|----------------|--------------|--------------|-------------------|--------------|---------------|--|
| Account | Description                           | Beginning Year | Current Year | Current Year | Adjusted Original | Accumulated  | OCLD (OC less |  |
| No.     |                                       | Original Cost  | Additions    | Retirements  | Cost              | Depreciation | AD)           |  |
| 351     | Organization                          | \$3,329        |              |              | \$3,329           |              | \$3,329       |  |
| 352     | Franchises                            | 0              |              |              | 0                 |              | 0             |  |
| 353     | Land and Land Rights                  | 0              |              |              | 0                 |              | 0             |  |
| 354     | Structures and Improvements           | 27,290         |              |              | 27,290            | 17,333       | 9,958         |  |
| 355     | Power Generation Equipment            | 90,000         |              |              | 90,000            | 85,500       | 4,500         |  |
| 360     | Collections Wastewater - Force        | 109,550        |              |              | 109,550           | 34,254       | 75,296        |  |
| 361     | Collections Wastewater - Gravity      | 205,528        |              |              | 205,528           | 142,191      | 63,337        |  |
| 362     | Special Collecting Structures         | 0              |              |              | 0                 |              | 0             |  |
| 363     | Services to Customers                 | 50,000         |              |              | 50,000            | 28,000       | 22,000        |  |
| 364     | Flow Measuring Devices                | 0              |              |              | 0                 |              | 0             |  |
| 365     | Flow Measuring Installations          | 0              |              |              | 0                 |              | 0             |  |
| 366     | Reuse Services                        | 0              |              |              | 0                 |              | 0             |  |
| 367     | Reuse Meters & Meter Installations    | 0              |              |              | 0                 |              | 0             |  |
| 370     | Receiving Wells                       | 96,000         |              |              | 96,000            | 70,358       | 25,642        |  |
| 371     | Pumping Equipment                     | 28,046         | 2,400        |              | 30,446            | 22,727       | 7,719         |  |
| 374     | Reuse Distribution Reservoirs         | 0              |              |              | 0                 |              | 0             |  |
| 375     | Reuse Trans. And Distr. Equipment     | 0              |              |              | 0                 |              | 0             |  |
| 380     | Treatment and Disposal Equipment      | 313,945        |              |              | 313,945           | 291,316      | 22,629        |  |
| 381     | Plant Sewers                          | 0              |              |              | 0                 |              | 0             |  |
| 382     | Outfall Sewer Lines                   | 0              |              |              | 0                 |              | 0             |  |
| 389     | Other Plant and Misc. Equipment       | 7,537          |              |              | 7,537             | 7,537        | 0             |  |
| 390     | Office Furniture and Equipment        | 130            |              |              | 130               | 129          | 1             |  |
| 390.1   | Computer & Software                   | 0              |              |              | 0                 |              | 0             |  |
| 391     | Transportation Equipment              | 0              |              |              | 0                 |              | 0             |  |
| 392     | Stores Equipment                      | 0              |              |              | 0                 |              | 0             |  |
| 393     | Tools, Shop and Garage Equipment      | 0              |              |              | 0                 |              | 0             |  |
| 394     | Laboratory Equipment                  | 4,211          |              |              | 4,211             | 3,930        | 280           |  |
| 395     | Power Operated Equipment              | 0              |              |              | 0                 |              | 0             |  |
| 396     | Communication Equipment               | 0              |              |              | 0                 |              | 0             |  |
| 397     | Miscellaneous Equipment               | 0              |              |              | 0                 |              | 0             |  |
| 398     | Other Tangible Plant                  | 101            |              |              | 101               | 88           | 13            |  |
|         | Totals                                | \$935,666      | \$2,400      | \$0          | \$938,066         | \$703,363    | \$234,704     |  |

Pine Meadows Utilities, LLC Annual Report Depreciation Expense for the Current Year (Wastewater) 12/31/20

|             |                                    | Depreciation E | xpense for the Cu | ırrent Year (Was | tewater)      |                                   |                  |              |
|-------------|------------------------------------|----------------|-------------------|------------------|---------------|-----------------------------------|------------------|--------------|
| Account No. | Description                        | Beginning Year | Current Year      | Current Year     | Adjusted      | Fully                             | Depreciatio      | Depreciation |
|             |                                    | Original Cost  | Additions         | Retirements      | Original Cost | Depreciated/Non-depreciable Plant | n<br>Percentages | Expense      |
| 351         | Organization                       | \$3,329        | \$0               | \$0              | \$3,329       |                                   |                  | \$0          |
| 352         | Franchises                         | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 353         | Land and Land Rights               | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 354         | Structures and Improvements        | 27,290         | 0                 | 0                | 27,290        |                                   | 3.33%            | 909          |
| 355         | Power Generation Equipment         | 90,000         | 0                 | 0                | 90,000        |                                   | 5.00%            | 4,500        |
| 360         | Collections Wastewater - Force     | 109,550        | 0                 | 0                | 109,550       |                                   | 2.00%            | 2,191        |
| 361         | Collections Wastewater - Gravity   | 205,528        | 0                 | 0                | 205,528       |                                   | 2.00%            | 4,111        |
| 362         | Special Collecting Structures      | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 363         | Services to Customers              | 50,000         | 0                 | 0                | 50,000        |                                   | 2.00%            | 1,000        |
| 364         | Flow Measuring Devices             | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 365         | Flow Measuring Installations       | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 366         | Reuse Services                     | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 367         | Reuse Meters & Meter Installations | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 370         | Receiving Wells                    | 96,000         | 0                 | 0                | 96,000        |                                   | 3.33%            | 3,197        |
| 371         | Pumping Equipment                  | 28,046         | 2,400             | 0                | 30,446        |                                   | 12.50%           | 3,656        |
| 374         | Reuse Distribution Reservoirs      | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 375         | Reuse Trans. And Distr. Equipment  | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 380         | Treatment and Disposal Equipment   | 313,945        | 0                 | 0                | 313,945       |                                   | 5.00%            | 15,697       |
| 381         | Plant Sewers                       | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 382         | Outfall Sewer Lines                | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 389         | Other Plant and Misc. Equipment    | 7,537          | 0                 | 0                | 7,537         |                                   | 4.94%            | 372          |
| 390         | Office Furniture and Equipment     | 130            | 0                 | 0                | 130           |                                   | 6.67%            | 9            |
| 390.1       | Computer & Software                | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 391         | Transportation Equipment           | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 392         | Stores Equipment                   | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 393         | Tools, Shop and Garage Equipment   | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 394         | Laboratory Equipment               | 4,211          | 0                 | 0                | 4,211         |                                   | 10.00%           | 421          |
| 395         | Power Operated Equipment           | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 396         | Communication Equipment            | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 397         | Miscellaneous Equipment            | 0              | 0                 | 0                | 0             |                                   |                  | 0            |
| 398         | Other Tangible Plant               | 101            | 0                 | 0                | 101           |                                   | 10.00%           | 10           |
|             | Subtotal                           | \$935,666      | \$2,400           | \$0              | \$938,066     | \$0                               |                  | \$36,072     |

Contribution(s) in Aid of Construction (Gross)
Less: Non Amortizable Contribution(s)
Fully Amortized Contribution(s)
Amortizable Contribution(s)
Times: Proposed Amortization Rate
Amortization of CIAC

\$868,312 3.89% \$33,781

\$868,312

Less: Amortization of CIAC \$33,781

DEPRECIATION EXPENSE \$2,291

Pine Meadows Utilities, LLC Annual Report Balance Sheet Assets 12/31/20

|             | Balance Sheet Assets                             |   |                                  |
|-------------|--|---|----------------------------------|
|             | Assets   | Balance at<br>Beginning of Year<br>(2020) | Balance at End of<br>Year (2020) |
| Account No. | Current and Accrued Assets                       |   |                                  |
| 131         | Cash   | \$296                                     | \$2,780                          |
| 132         | Special Deposits                                 |   |                                  |
| 135         | Temporary Cash Investments                       |   |                                  |
| 141         | Customer Accounts Receivable                     | 6,939                                     | 11,920                           |
| 142         | Other Accounts Receivable                        |   |                                  |
| 143         | Accumulated Provision for Uncollectable Accounts |   |                                  |
| 146         | Notes Receivable from Associated Companies       |   |                                  |
| 151         | Plant Material and Supplies                      |   |                                  |
| 162         | Prepayments                                      |   |                                  |
| 173         | Accrued Utility Revenue                          |   |                                  |
| 174         | Miscellaneous Current and Accrued Assets         |   |                                  |
|             | Total Current and Accrued Assets                 | \$7,235                                   | \$14,699                         |
|             | Deferred Debits                                  |   |                                  |
| 186.1       | Deferred Rate Case Expense                       |   |                                  |
|             | Total Deferred Debits                            | \$0                                       | \$0                              |
|             | Fixed Assets                                     |   |                                  |
| 101         | Utility Plant in Service*                        | \$935,666                                 | \$938,066                        |
| 103         | Property Held for Future Use                     |   |                                  |
| 105         | Construction Work in Progress                    |   |                                  |
| 108         | Accumulated Depreciation (enter as negative)*    | (667,290)                                 | (703,363)                        |
| 121         | Non-Utility Property                             |   |                                  |
| 122         | Accumulated Depreciation - Non Utility           |   |                                  |
|             | Total Fixed Assets                               | \$268,376                                 | \$234,704                        |
|             | Total Assets                                     | \$275,611                                 | \$249,403                        |

**Instructions:** Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note these items feed automatically from the adjusted end of year balance from AR4.

|             | Balance Sheet Liabilities and Ow                  | ners Equity                         |                                  |
|-------------|---|-------------------------------------|----------------------------------|
|             | Liabilities                                       | Balance at Beginning of Year (2020) | Balance at End of<br>Year (2020) |
| Account No. | Current Liabilities                               |                                     |                                  |
| 231         | Accounts Payable                                  | \$281,126                           | \$296,823                        |
| 232         | Notes Payable (Current Portion)                   |                                     |                                  |
| 234         | Notes Payable to Associated Companies             |                                     |                                  |
| 235         | Customer Deposits                                 | 2,336                               | 2,084                            |
| 236         | Accrued Taxes                                     |                                     |                                  |
| 237         | Accrued Interest                                  |                                     |                                  |
| 241         | Miscellaneous Current and Accrued Liabilities     | 8,741                               | 5,141                            |
| 253         | Other Deferred Credits                            |                                     |                                  |
|             | Total Current Liabilities                         | \$292,204                           | \$304,049                        |
|             | Long Term Debt                                    |                                     |                                  |
| 224         | Long Term Debt (Notes and Bonds)                  |                                     |                                  |
|             | Total Long Term Debt                              | \$0                                 | \$0                              |
|             | Deferred Credits                                  |                                     |                                  |
| 252         | Advances in Aid of Construction                   |                                     |                                  |
| 255         | Accumulated Deferred Investment Tax Credits       |                                     |                                  |
| 271         | Contributions in Aid of Construction              | 868,312                             | 868,312                          |
| 272         | Less: Amortization of Contributions               | (568,066)                           | (601,847)                        |
| 281         | Accumulated Deferred Income Tax                   |                                     |                                  |
|             | Total Deferred Credits                            | \$300,246                           | \$266,465                        |
|             | Total Liabilites                                  | \$592,450                           | \$570,514                        |
|             | Capital Accounts                                  |                                     |                                  |
| 201         | Common Stock Issued                               |                                     |                                  |
| 211         | Other Paid-In Capital                             | (292,935)                           | (316,840)                        |
| 215         | Retained Earnings                                 | (23,905)                            | (4,271)                          |
| 218         | Proprietary Capital (Sole Props and Partnerships) |                                     |                                  |
|             | Total Capital                                     | (\$316,840)                         | (\$321,111)                      |
|             | Total Liabilities and Capital                     | \$275,611                           | \$249,403                        |

**Instructions:** Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note: Total liabilities and Capital must match total assets for the beginning and end of the year!

| Account No.   | Calendar Year  | Current Year            | Last Year            |
|---------------|--|-------------------------|----------------------|
| 1000001101101 | 5 W. S. H. W. L. W | 01/01/2020 - 12/31/2020 |                      |
|               | Operating Revenue  | 01/01/2020 12/31/2020   | 01/01/2019 12/31/201 |
| 521           | Flat Rate Revenues   | \$68,435                | \$59,486             |
| 522           | Measured Revenues  | , , , , ,               | , , , ,              |
| 534           | Rents from Wastewater Property   |                         |                      |
| 536           | Other Wastewater Revenues  | 730                     | 950                  |
|               | Total Revenues   | \$69,165                | \$60,442             |
|               |  | ,                       | , ,                  |
|               | Operating Expenses   |                         |                      |
| 701           | Salaries and Wages   |                         |                      |
| 704           | Employee Pensions and Benefits   |                         |                      |
| 710           | Purchased Wastewater Treatment   |                         |                      |
| 711           | Sludge Removal Expense   | 82                      | 1,800                |
| 715           | Purchased Power  | 11,477                  | 11,532               |
| 716           | Fuel for Power Production  | ,                       | ,                    |
| 718           | Chemicals  | 7,036                   | 6,708                |
| 720           | Materials and Supplies   | 2,258                   |                      |
| 720.1         | Repairs and Maintenance  | 1,690                   | 1,619                |
| 720.2         | Office Supplies and Expense  | ,                       | ,                    |
| 721           | Office Expense   | 85                      |                      |
| 731           | Contractual Services -Engineering  |                         |                      |
| 732           | Contractual Services - Accounting  | 825                     | 800                  |
| 733           | Contractual Services - Legal   | 0                       | 1,168                |
| 734           | Contractual Services - Management Fees   | 27,630                  | 30,80                |
| 735           | Contractual Services - Testing   | 9,658                   | 10,820               |
| 736           | Contractual Services - Other   | 2,000                   | ,                    |
| 740           | Rents - Building   |                         |                      |
| 742           | Rents - Equipment  |                         |                      |
| 750           | Transportation Expenses  |                         | 72:                  |
| 757           | Insurance - General Liability  | 380                     | 286                  |
| 758           | Insurance - Worker's Compensation  | 200                     |                      |
| 759           | Insurance - Other  |                         |                      |
| 760           | Advertising Expense  |                         |                      |
| 766           | Regulatory Commission Expense - Rate Case  | 4,766                   |                      |
| 767           | Regulatory Commission Expense - Other  | 250                     | 11,41                |
| 770           | Bad Debt Expense   | 230                     | 11,11                |
| 775           | Miscellaneous Expense  | 2,104                   | 3,45                 |
| 403           | Depreciation Expense (From Schedule AR4)   | 2,291                   | 2.46                 |
| 408           | Taxes Other Than Income  | 2,271                   | 2,10                 |
| 408.11        | Property Taxes   | 3,189                   | 3,13                 |
| 408.12        | Payroll Taxes  | 3,107                   | 3,13                 |
| 409           | Income Taxes   |                         |                      |
| 407           | Total Operating Expenses   | \$73,720                | \$86,72              |
|               | Total Operating Expenses   | \$15,120                | \$00,720             |
|               | Operating Income / (Loss)  | (\$4,555)               | (\$26,28             |
|               | Operating Income / (Loss)  | (\$ 1,000)              | (#20,20              |
|               | Other Income / (Expense)   |                         |                      |
| 414           | Gain (Loss) on Dispositions  |                         |                      |
| 419           | Interest and Dividend Income   |                         |                      |
| 421           | Non-Utility Income   | 310                     | 30                   |
| 426           | Miscellaneous Non-Utility (Expense)  | 310                     | 30                   |
| 427           | Interest (Expense)   | (26)                    | (                    |
| 744           | Total Other Income / (Expense)   | \$284                   | \$29                 |
|               | Total Other Income / (Expense)   | φ <b>2</b> 04           | \$29                 |
|               | Net Income / (Loss)  | (\$4,271)               | (\$25,98             |

Pine Meadows Utilities, LLC Annual Report Full time equivalent employees 12/31/20

## Full time equivalent employees

|                      | Direct Company | Allocated | Outside service | Total |
|----------------------|----------------|-----------|-----------------|-------|
| President            |                |           |                 | 0.0   |
| Vice-president       |                |           |                 | 0.0   |
| Manager              |                |           | 0.2             | 0.2   |
| Engineering Staff    |                |           |                 | 0.0   |
| System Operator(s)   |                |           | 0.3             | 0.3   |
| Customer Service     |                |           | 0.3             | 0.3   |
| Accounting           |                |           |                 | 0.0   |
| Business Office      |                |           |                 | 0.0   |
| Rates Department     |                |           |                 | 0.0   |
| Administrative Staff |                |           | 0.2             | 0.2   |
| Other                |                |           |                 | 0.0   |
| Total                | 0.0            | 0.0       | 1.0             | 1.0   |

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Pine Meadows Utilities, LLC Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/20

| Supplemental Financial Data (Long-Term Debt) |         |         |         |         |  |  |  |  |
|--|---------|---------|---------|---------|--|--|--|--|
|  | Loan #1 | Loan #2 | Loan #3 | Loan #4 |  |  |  |  |
| Date Issued                                  |         |         |         |         |  |  |  |  |
| Source of Loan                               |         |         |         |         |  |  |  |  |
| ACC Decision No.                             |         |         |         |         |  |  |  |  |
| Reason for Loan                              |         |         |         |         |  |  |  |  |
| Dollar Amt. Issued                           |         |         |         |         |  |  |  |  |
| Amount Outstanding                           |         |         |         |         |  |  |  |  |
| Date of Maturity                             |         |         |         |         |  |  |  |  |
| Interest Rate                                |         |         |         |         |  |  |  |  |
| Current Year Interest                        |         |         |         |         |  |  |  |  |
| Current Year Principal                       |         |         |         |         |  |  |  |  |

| Meter Deposit Balance at Test Year End:      |   |   |
|--|---|---|
| W. D. '. D.C. LID.'. d. T. (V.               |   | - |
| Meter Deposits Refunded During the Test Year | • |   |

List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should <u>not</u> be listed. Input 0 or none if there is nothing to report for that cell.

Pine Meadows Utilities, LLC Annual Report Wastewater Utility Plant Description 12/31/20

| Wastewater Utility Plant Description         |                |                |  |  |  |
|--|----------------|----------------|--|--|--|
| Name of System:                              | Pine Meadows I | Utilities, LLC |  |  |  |
| Wastewater Inventory Number (if applicable): |                | 103676         |  |  |  |
| Type of Treatment                            |                | Other          |  |  |  |
| Design Capacity of Plant (Gallons per day    | <u>v)</u>      | 37,000         |  |  |  |

| LIFT STATION FACILITIES  |             |            |                    |                 |             |
|--------------------------|-------------|------------|--------------------|-----------------|-------------|
|                          | Quantity of | Horsepower | Rated Capacity Per | Wet Well        | Year        |
| Location                 | Pumps       | Per Pump   | Pump (GPM)         | Capacity (gals) | Constructed |
| 32.5 Highline Drive, Sta | 2           | 10         | 50                 | 2,070           |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
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|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |
|                          |             |            |                    |                 |             |

| FORCE MAINS |          |               |  |  |
|-------------|----------|---------------|--|--|
| Size        | Material | Length (Feet) |  |  |
| 2 inch      | PVC      | 1,411         |  |  |
| 4 inch      | PVC      | 5,304         |  |  |
|             |          |               |  |  |
|             |          |               |  |  |
|             |          |               |  |  |
|             |          |               |  |  |
|             |          |               |  |  |

| MANHOLES |          |  |  |
|----------|----------|--|--|
| Type     | Quantity |  |  |
| Standard | 42       |  |  |
| Drop     |          |  |  |

|   | CLEANOUTS |
|---|-----------|
|   | Quantity  |
| 1 |           |
|   |           |
|   |           |
|   |           |

**Note:** If you are filing for more than one system, please provide separate sheets for each system.

**Instructions:** Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Pine Meadows Utilities, LLC Annual Report Wastewater Utility Plant Description (Continued)

|                | Wastewater   | · Utility Plant Descr | iption (Continue |
|----------------|--------------|-----------------------|------------------|
| GI             | RAVITY MAINS |                       |                  |
| Sizes (inches) | Material     | Length (feet)         | ;                |
| 4              | NA           |                       |                  |
| 6              | PVC          | 1,637                 |                  |
| 8              | PVC          | 4,941                 |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |
|                |              |                       |                  |

| ea)               |          |          |  |  |  |
|-------------------|----------|----------|--|--|--|
| SERVICES/LATERALS |          |          |  |  |  |
| Size (inches)     | Material | Quantity |  |  |  |
| 4                 | PVC      | 125      |  |  |  |
|                   |          |          |  |  |  |
|                   |          |          |  |  |  |
|                   |          |          |  |  |  |

For the following five items, list the utility owned assets in each category for each system.

| SOLIDS PROCESSING<br>AND HANDLING<br>FACILITIES   | Bar Screen, One aerated sludge holding tank/digester  |
|---|---|
| DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)                                | one chlorine contact tank with tablet feed system   |
| FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)                    | N/A   |
| STRUCTURES (Buildings, Fences, Etc.)  | One stick-built on-site operations/equipment control building with concrete loading dock. Perimeter chain link fence. |
| Other (Laboratory<br>Equipment, Tools,<br>Vehicles, Standby, Power<br>Generators, Etc.) | Laboratory/process control testing equipment. 50kw standby generator.   |

| <b>Note:</b> If you are filing for more than one system, please provide separate sheets for each system. | Note: If | vou are filing | for more than one sy | vstem, please pr | ovide separate sheets | for each system |
|--|----------|----------------|----------------------|------------------|-----------------------|-----------------|
|--|----------|----------------|----------------------|------------------|-----------------------|-----------------|

**Instructions:** Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Pine Meadows Utilities, LLC Annual Report Wastewater Flows 12/31/20

| Wastewater Flows |                       |   |                            |   |                                       |
|------------------|-----------------------|---|----------------------------|---|---------------------------------------|
| Month            | Number of<br>Services | Total Monthly<br>Sewage Flow<br>(Gallons) | Sewage Flow on<br>Peak Day | Purchased<br>Power Expense <sup>1</sup> | Purchased<br>Power (kWh) <sup>2</sup> |
| January          | 119                   | 319,000                                   | 12,000                     | \$1,025                                 | 920                                   |
| February         | 119                   | 287,000                                   | 15,000                     | 919                                     | 876                                   |
| March            | 119                   | 303,000                                   | 12,000                     | 875                                     | 843                                   |
| April            | 119                   | 328,000                                   | 15,000                     | 843                                     | 958                                   |
| May              | 119                   | 332,000                                   | 16,000                     | 958                                     | 897                                   |
| June             | 119                   | 313,000                                   | 22,000                     | 897                                     | 1,040                                 |
| July             | 120                   | 323,000                                   | 13,000                     | 1,040                                   | 1,043                                 |
| August           | 120                   | 315,000                                   | 13,000                     | 1,043                                   | 1,061                                 |
| September        | 121                   | 319,000                                   | 14,000                     | 1,061                                   | 1,006                                 |
| October          | 125                   | 324,000                                   | 14,000                     | 1,005                                   | 891                                   |
| November         | 120                   | 293,000                                   | 12,000                     | 891                                     | 923                                   |
| December         | 118                   | 302,000                                   | 12,000                     | 922                                     | 974                                   |
| _                | Totals                | 3,758,000                                 | 170,000                    | \$11,479                                | 11,431                                |

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal
Groundwater Permit Number
ADEQ Aquifer Protection Permit ("APP") Number
ADEQ Reuse Permit Number
EPA NPDES Permil Number
APP Effluent Treatment Requirement (Class)?
Permitted Flow Rate
Permitted Organic Capacity
Hydraulic Capacity

Type of Biological Treatment

| water system: |
|---------------|
| Other         |
| N/A           |
| P103676       |
|               |
| AZ0025305     |
|               |
| 37,000 gpd    |
|               |
| 37,000 gpd    |
|               |

In the space below, list all violations within the past 12 months:

NOV case id # 188156 opened Feb 19, 2020 closed NOV case id # 188156 closed April 14, 2020

Note: If you are filing for more than one system, please provide separate sheets for each system.

1 Enter the total purchased power costs for the power meters associated with this system.

2 Enter the total purchased kWh used by the power meters associated with this system.

Pine Meadows Utilities, LLC Annual Report Other Wastewater System Information 12/31/20

|                                    | Other Wastewater System Information  |  |  |  |  |
|------------------------------------|--|--|--|--|--|
|                                    | Other wastewater System Information  |  |  |  |  |
|                                    | ulation used to determine the value of one wastewater equivalent residential connection (ERC).  following methods:   |  |  |  |  |
| (a)                                | If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days. |  |  |  |  |
| (b)                                | If no historical flow data are available, use:<br>ERC = ( Total SFR gallons treated (Omit 000) / 365 days / 280 gallons per day )  |  |  |  |  |
| For wastewater                     | only utilities: Subtract all general use and other non residential customer gallons from the total gallons treated. Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.                     |  |  |  |  |
| NOTE: Total g                      | gallons treated includes both treated and purchased treatment.   |  |  |  |  |
| ERC<br>Method used:                | 86<br>(a)  |  |  |  |  |
| What is the pre                    | sent system connection capacity (in ERCs *) using existing lines?  |  |  |  |  |
| What is the futu                   | ure system connection capacity (in ERCs *) upon service area buildout?   |  |  |  |  |
| Describe any pl                    | lans and estimated completion dates for any enlargements or improvements of this system.   |  |  |  |  |
|                                    |  |  |  |  |  |
|                                    |  |  |  |  |  |
|                                    |  |  |  |  |  |
|                                    |  |  |  |  |  |
|                                    |  |  |  |  |  |
| If the utility use each, if known. | es reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to   |  |  |  |  |
|                                    |  |  |  |  |  |
|                                    |  |  |  |  |  |
|                                    |  |  |  |  |  |
| If the utility do                  | es not engage in reuse, has a reuse feasibility study been completed?  |  |  |  |  |
| If so, when?                       |  |  |  |  |  |
|                                    |  |  |  |  |  |

Pine Meadows Utilities, LLC Annual Report Utility Shutoffs / Disconnects 12/31/20

|                        | <b>Utility Shutoffs / D</b>            |  |       |
|------------------------|--|--|-------|
| Name of System:        | Pine Meadows Utilitie                  | s, LLC                                     |       |
| Wastewater Inventory N | 103676                                 |  |       |
|                        |  |  |       |
| Month                  | Termination without Notice R14-2-609.B | Termination with<br>Notice R14-2-<br>609.C | Other |
| January                |  |  |       |
| February               |  |  |       |
| March                  |  |  |       |
| April                  |  |  |       |
| May                    |  |  |       |
| June                   |  |  |       |
| July                   |  |  |       |
| August                 |  |  |       |
| September              |  |  |       |
| October                |  |  |       |
| November               |  |  |       |
| December               |  |  |       |
| Total                  | 0                                      | 0  | 0     |
| Other (description):   |  |  |       |

Pine Meadows Utilities, LLC Annual Report Property Taxes 12/31/20

| Property Taxes   |         |
|--|---------|
| Amount of actual property taxes paid during Calendar Year 2020 was | \$3,189 |
|  |         |
| If no property taxes paid, explain why.                            |         |
|  |         |
|  |         |
|  |         |
|  |         |
|  |         |
|  |         |
|  |         |
|  |         |
|  |         |

Pine Meadows Utilities, LLC Annual Report Verification and Sworn Statement (Taxes) 12/31/20

|                  |                               |   | Verification                                  | and Sworn                               | Statement (Ta   | axes)             |                        |  |
|------------------|-------------------------------|---|---|---|-----------------|-------------------|------------------------|--|
|                  |                               |   | v el illeation                                | anu Swort                               | Statement (1)   | anes)             |                        |  |
| Verification:    | State of                      | Colorado                                |   | I, the unc                              | ersigned of the |                   |                        |  |
|                  | ergentantae fati              |   | e name)                                       |   |                 |                   |                        |  |
|                  | G                             |   |   |   | 110 -           |                   |                        |  |
|                  |                               | county name):<br>er or official) title: | •   | Jason Wi                                | lliamson, Mana  | ger               |                        |  |
|                  | Company na                    |   | Pine Meadows U                                |   |                 | gei               |                        |  |
|                  | company in                    |   |   | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |                 |                   |                        |  |
|                  | DO SAY TI                     |   | JAL UTILITY PF                                | ROPERTY                                 | TAX AND SA      | LES TAX REPORT T  | O THE ARIZ             | ZONA CORPORATION                             |
|                  |                               |   |   |   |                 |                   |                        |  |
|                  | FOR THE Y                     | YEAR ENDING:                            |   |   | 12/31/20        |                   |                        |  |
|                  | UTILITY; TO CORRECT REPORT IN | THAT I HAVE CA<br>STATEMENT O           | AREFULLY EXA<br>F BUSINESS AN<br>EACH AND EVE | AMINED T<br>ID AFFAIF                   | HE SAME, AN     | TILITY FOR THE PE | AME TO BE<br>RIOD COVE | A COMPLETE AND                               |
| Swarn Statement  | I HERERY                      | ATTEST THAT                             | ALL PROPERTY                                  | / TAXES I                               | OR SAID COM     | ИРANY ARE CURRE   | ENT AND PA             | AID IN FULL.                                 |
| Sworn Statement. | THEREDT                       | ATTEST THEFT                            | THE THOTEST                                   |   |                 |                   |                        |  |
|                  |                               |   |   |   |                 |                   | AND DAID I             | AL DY III I                                  |
|                  | I HEREBY                      | ATTEST THAT                             | ALL SALES TA                                  | XES FOR                                 | SAID COMPA      | NY ARE CURRENT    | AND PAID I             | N FULL.                                      |
|                  |                               |   |   |   | 6               | AM M              |                        |  |
|                  |                               |   |   |   | //              | signature of own  | er/official            |  |
|                  |                               |   |   |   |                 | 720.949.13        | 204                    |  |
|                  |                               |   |   |   |                 | telephone         |                        |  |
|                  |                               |   |   |   |                 |                   | 50.5.5                 |  |
|                  |                               |   | SUBSCRIBED<br>IN AND FOR T                    |   |                 | RE ME A NOTARY F  | PUBLIC                 | Denver                                       |
|                  |                               |   | THIS  |   | 575             | DAY OF            |                        | (county name)  April 202/ (month) and (year) |
|                  |                               |   | MY COMMISS                                    | ION EXPI                                | RES             | 03/s              | 22/20<br>te)           | 25   |
|                  |                               |   |   |   |                 | 200               | nee                    |  |
|                  |                               | Eric A                                  | ndrew Jones                                   |   | · ·             | /(signatu         | ure of notary          | public)                                      |

NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID# 20174010338
MY COMMISSION EXPIRES 03/22/2025

Pine Meadows Utilities, LLC Annual Report Verification and Sworn Statement 12/31/20

| 12/31/20        |                                     |                                |   |   |  |                            |  |
|-----------------|-------------------------------------|--------------------------------|---|---|--|----------------------------|--|
|                 |                                     |                                | Verification  | on and Sworn S                              | tatement   |                            |  |
| Verification:   |                                     |                                |   |   |  |                            |  |
|                 | State of                            | Color                          |   | I, the undersign                            | ed of the  |                            |  |
|                 | - 0/                                | (state n                       | ame)  | 0 0   |  |                            | '.<br>I  |
|                 | County of (co                       |                                |   | Jason Williams                              | on Manager   |                            |  |
|                 | Company nar                         | or official) title:            | Pine Meadow   | s Utilities, LLC                            | on, Manager  |                            |  |
|                 |                                     |                                |   |   |  |                            | <u>.</u> !   |
|                 |                                     | AT THIS ANNUATION COMMISSIC    |   | ROPERTY TAX                                 | AND SALES TAX F  | REPORT TO T                | HE ARIZONA   |
|                 | FOR THE Y                           | EAR ENDING:                    | 12/31/20  | , , , , , , , , , , , , , , , , , , ,       |  |                            |  |
|                 | UTILITY; T<br>AND CORR<br>REPORT IN | HAT I HAVE CAF<br>ECT STATEMEN | REFULLY EXA<br>T OF BUSINES<br>ACH AND EVE              | AMINED THE S<br>SS AND AFFAI<br>RY MATTER A | SAME, AND DECLA  | RE THE SAMI<br>Y FOR THE P | AND RECORDS OF SAID<br>E TO BE A COMPLETE<br>ERIOD COVERED BY THIS<br>BEST OF MY |
| Sworn Statement | <b>STATUTES</b>                     | , IT IS HEREIN RI              | EPORTED TH  | AT THE GROSS                                | E 40, ARTICLE 8, SE<br>S OPERATING REVI<br>DURING THE CALE | ENUE OF SAI                | I, ARIZONA REVISED<br>D UTILITY DERIVED<br>WAS:                                  |
|                 |                                     |                                |   | A mirromo Intro                             | state Gross Operating                                      | Pevenues Only              | , (\$)   |
|                 |                                     |                                |   | Arizona mua                                 | \$69,165   | Revenues Only              | (4)  |
|                 |                                     |                                |   | (The amount in                              | n the box above include                                    | les                        |  |
|                 |                                     |                                |   |   | \$0  | in sales taxes             |  |
|                 |                                     |                                |   | billed or collec                            | eted)  | m W                        |  |
|                 |                                     |                                |   |   |  | signature of ov            | wner/official  |
|                 |                                     |                                |   |   | 6  | 700.040                    | 1204   |
|                 |                                     |                                |   |   | 12   | 720.949<br>telephor        | (0.150.2014).  |
|                 |                                     |                                |   |   |  | telepho                    |  |
|                 |                                     |                                |   |   | N TO BEFORE ME   | A NOTARY PU                | JBLIC<br>Denver  |
|                 |                                     |                                | IN AND FOI  | R THE COUNT                                 | 1  |                            | (county name)  |
|                 |                                     |                                | THIS  | 157   | 5  | DAY OF                     | April 2021   |
|                 |                                     |                                | MY COMM   | ISSION EXPIRI                               | ES   | 03/23<br>(date)            | (month) and (year)   |
|                 |                                     | E                              | ric Andrew J  | ones  | 1  | )                          |  |
|                 |                                     |                                | NOTARY PUBLI  | C   | de   | 6                          | The same   |
|                 |                                     | N                              | STATE OF COLOR,<br>OTARY ID# 201740<br>MMISSION EXPIRES | 10338                                       |  | (signature of n            | otary public)  |

Pine Meadows Utilities, LLC Annual Report Verification and Sworn Statement (Residential Revenue) 12/31/20

| 12/31/20         |   |
|------------------|---|
|                  | Verification and Sworn Statement (Residential Revenue)  |
| Verification:    | State of Colorado I, the undersigned of the (state name)  |
|                  | County of (county name):  Name (owner or official) title:  Company name:  O OVO  Jason Williamson, Manager  Pine Meadows Utilities, LLC   |
|                  | DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.  |
|                  | FOR THE YEAR ENDING: 12/31/20   |
|                  | HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF. |
| Sworn Statement: | IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:   |
|                  | Arizona Intrastate Gross Operating Revenues Only (\$)  \$69,165  (The amount in the box above includes  \$0 in sales taxes  billed or collected)  |
|                  | signature of owner/official  720.949.1384  telephone no.  |
|                  | SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY (county name)   |
|                  | THIS DAY OF $\frac{Apri'/202}{\text{(month) and (year)}}$   |
|                  | MY COMMISSION EXPIRES $\frac{03/22/2025}{\text{(date)}}$  |
|                  | Eric Andrew Jones  NOTARY PUBLIC  STATE OF COLORADO  (signature of notary public)   |